



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

FILLMORE FIELD OFFICE

35 East 500 North
Fillmore, Utah 84631



In Reply Refer to:
3800
(U-010)
UTU-075847

December 8, 2003

CERTIFIED MAIL #7002 3150 0004 1699 4216
RETURN RECEIPT REQUESTED

STEVE SORENSON
KSC ROCKS
235 N MAIN ST
KANOSH UT 84637

Dear Mr. Sorenson:

We have evaluated the reclamation cost estimate you submitted on December 2, 2003 for your pumice operation, case file number UTU-075847, and have found the figure of \$747 to be unacceptable. We believe that the figure you project for the mobilization and demobilization of the equipment is lower than the BLM would have to pay a third-party contractor for the work. Also, your estimated administrative cost to the BLM is lower than the fees we are required to collect should we have to seize the bond.

Enclosed is revised reclamation cost estimate we have calculated. Please contact Sheri Wysong at (435) 743-3124 within 30 days of receipt of this letter, if you concur with this figure.

Sincerely,

ACTING

Rex Rowley
Field Office Manager

Enclosure

Reclamation Cost Estimate

cc: Tom Munson, UDOGM (S/027/067)
George and Michelle Gale, PO Box 196, Kanosh, UT 84637

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5/027/067

Reclamation Cost Model For Existing Notice Level Operations

Reclamation Cost Model For Existing Notice Level Operations				
	Acres	Cost/Acre		
Light	Recontouring Cost			\$300.00
Moderate	Recontouring Cost			\$0.00
Heavy	Recontouring Cost			\$0.00
Roads with the side Slope,	Linear Feet	Cost/Linear Foot		
<30%	Recontouring Cost			\$0.00
>30%	Recontouring Cost			\$0.00
Areas of non-road disturbance where the use of dozer wouldn't be adequate.				
	Acres	Cost /Acre		
<30%	Recontouring Cost			\$0.00
>30%	Recontouring Cost			\$0.00
	Acres	Cost/Acre		
Non-Road disturbances with machine spreader	Revegetation Cost			\$0.00
Non-Road disturbances with manual spreading	Revegetation Cost			\$90.00
	Linear Feet	Cost/Linear Foot		
Road disturbances with machine spreader	Revegetation Cost			\$0.00
Road disturbances with manual spreader	Revegetation Cost			\$0.00
	No. Pieces of equipment	Cost/Piece		
	Mobilization Cost			\$300.00
Total Labor Cost	\$327.50	Total Reclamation Cost		\$690.00
Contractors Profit				10% Rec. Cost
Contract Administration				16% Rec. Cost
Contingency				10% Rec. Cost
Indirect Cost Rate				17.8% Rec. Cost
Engineering/Design				2% Rec. Cost
*Insurance				1.5% Labor Cost
*Bond Maintenance				3% Rec. Cost
* Only Administered if Estimated Contract Costs over \$100,000.				
Total Administration Cost				\$385.02
Bond Amount				\$1,075.02